

# Department of Liquor Licenses and Control

JLBC: Martin Lorenzo III  
 OSPB: Monica Seymour

DESCRIPTION	FY 2004 ACTUAL	FY 2005 ESTIMATE	FY 2006 JLBC	FY 2007 JLBC
<b>OPERATING BUDGET</b>				
<i>Full Time Equivalent Positions</i>	38.2	42.2	42.2	42.2
Personal Services	1,411,400	1,567,300	1,567,300	1,567,300
Employee Related Expenditures	434,200	521,900	513,600	513,600
Professional and Outside Services	5,000	14,500	14,500	14,500
Travel - In State	144,400	165,800	165,800	165,800
Travel - Out of State	3,000	1,500	1,500	1,500
Other Operating Expenditures	403,300	394,600	402,900	402,900
Equipment	47,700	148,100	148,100	148,100
<b>AGENCY TOTAL</b>	<b>2,449,000</b>	<b>2,813,700</b>	<b>2,813,700</b>	<b>2,813,700</b>

## FUND SOURCES

General Fund	2,449,000	2,813,700	2,813,700	2,813,700
<b>SUBTOTAL - Appropriated Funds</b>	<b>2,449,000</b>	<b>2,813,700</b>	<b>2,813,700</b>	<b>2,813,700</b>
Other Non-Appropriated Funds	521,800	752,000	752,000	752,000
Federal Funds	176,600	117,500	0	0
<b>TOTAL - ALL SOURCES</b>	<b>3,147,400</b>	<b>3,683,200</b>	<b>3,565,700</b>	<b>3,565,700</b>

## CHANGE IN FUNDING SUMMARY

	FY 2005 to FY 2006 JLBC		FY 2005 to FY 2007 JLBC	
	\$ Change	% Change	\$ Change	% Change
General Fund	0	0.0%	0	0.0%
Total Appropriated Funds	0	0.0%	0	0.0%
Non Appropriated Funds	(117,500)	(13.5%)	(117,500)	(13.5%)
Total - All Sources	(117,500)	(3.2%)	(117,500)	(3.2%)

**AGENCY DESCRIPTION** — The department licenses, investigates and regulates the production, distribution, and sale of alcoholic beverages throughout the state.

PERFORMANCE MEASURES	FY 2003	FY 2004	FY 2005	FY 2006
	Actual	Actual	Estimate	JLBC
• Investigations and routine liquor inspections completed	2,517	2,760	3,000	3,000
• Average calendar days to complete an investigation	30	31	35	30
• New licenses, transferred licenses, and renewals issued	10,778	11,224	10,800	--
• % of customers who responded to the survey reporting "very good" or "excellent" service	86	79	87	86
• Administration as a % of total cost	9.3	NA	9.3	--

**Comments:** The agency did not submit information for any measure labeled as "NA." The agency indicates that the percent of customers reporting "very good" or "excellent" service declined from 86% in FY 2003 to 79% in FY 2004 due to restructuring of its customer satisfaction survey.

**RECOMMENDED CHANGES FROM FY 2005**

***Operating Budget***

The JLBC recommends \$2,813,700 from the General Fund for the operating budget in FY 2006 and FY 2007. These amounts are unchanged from FY 2005.

\* \* \*

**JLBC RECOMMENDED FORMAT — Lump Sum by Agency**

SUMMARY OF FUNDS	FY 2004 Actual	FY 2005 Estimate
<b>Audit Surcharge (LLA3010/A.R.S. § 4-209)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> A \$20 surcharge on liquor licenses for bars, retail stores, and restaurants.		
<b>Purpose of Fund:</b> To fund an auditor and support staff positions to review revenue requirements for restaurant liquor licenses.		
<b>Funds Expended</b>	109,100	125,900
<b>Year-End Fund Balance</b>	125,000	151,200
<b>Enforcement Surcharge - Enforcement Unit (LLA3012/A.R.S. § 4-209)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> A \$10 surcharge on hotel and restaurant liquor licenses and \$25 on all other licenses.		
<b>Purpose of Fund:</b> For the costs of a neighborhood association interaction and liquor enforcement management unit. The unit works with neighborhood associations regarding liquor violations.		
<b>Funds Expended</b>	208,100	294,000
<b>Year-End Fund Balance</b>	154,500	168,100
<b>Enforcement Surcharge - Multiple Complaints (LLA3011/A.R.S. § 4-209)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> A \$25 surcharge on liquor license renewals.		
<b>Purpose of Fund:</b> To investigate licensees which have been the subject of multiple complaints from neighborhood associations, civic groups, and local governments.		
<b>Funds Expended</b>	204,600	332,100
<b>Year-End Fund Balance</b>	210,100	224,700
<b>Federal Grants (LLA2000/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal revenues received through the Governor's Office of Highway Safety.		
<b>Purpose of Fund:</b> To pay overtime expenses for special investigators investigating licensees reportedly serving alcohol to juveniles.		
<b>Funds Expended</b>	176,600	117,500
<b>Year-End Fund Balance</b>	117,500	0

[Click here to return to the Table of Contents](#)